

WEDNESDAY 4 AUGUST 1948

1. Scrivner. ✓

2. Lyle - ☐

3. Knowland - ☐

4. At the request of the Director, discussed with Mr. Stuart Alsop certain problems raised by present weaknesses in the Espionage Act.

5. Mr. Saunders and I discussed with Mr. Schaub of the Bureau of the Budget the Department of the Army's demand for reimbursement in the sum of \$52,000 for in-  
STALLATIONS ☐ Mr. Schaub agreed that there  
STATSPE were no grounds for such a demand by the Department of the Army, and that Mr. Saun-  
ders should discuss with General Arnold, Budget Officer, Department of the Army,  
and request, with instructions from Mr. Schaub, that they "call off their dogs" in  
this connection.

6. Rayburn ☐

7. Engle - ☐